IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

In re:) Chapter 11		
W.R. GRACE & CO., <u>et al</u> .,) Case No. 01-1139 (JKF)		
Debtors.) Objection Deadline: May 21, 2010 at Hearing: June 7, 2010 at 10:30 a.m.	t 4:00 p.m.	
ORRICK, HERRINGTON & SUT TO DAVID T. AUSTERN, ASBESTOS I FOR COMPENSATION AND REIMBU		SEL NTATIVE	
Name of Applicant:	Orrick, Herrington & Sutcliffe LLP		
Authorized to Provide Professional Services to:	David T. Austern, Asbestos PI Future Claimants' Representative (the "FCR")		
Date of Retention:	As of February 6, 2006 (pursuant to this Order entered May 8, 2006)	Court's	
Period for which compensation is sought:	October 1, 2009 through December 31, 2009		
Amount of Compensation (100%) sought as actual, reasonable, and necessary:	\$1,091,059.75		
Amount of Expense Reimbursement sought as actual, reasonable and necessary:	\$ 45,541.09		
This is an: X interim	monthly final application.		

PRIOR QUARTERLY APPLICATIONS FILED

Orrick was retained effective February 6, 2006, pursuant to this Court's Order entered May 8, 2006. Orrick has previously filed the following quarterly fee applications:

Quarterly Period	<u>Fees</u>	Expenses	Total Fees and Expenses
First Quarterly Period February 6-March 31, 2006	\$206,292.25	\$7,501.32	\$213,793.57
Second Quarterly Period April 1-June 30, 2006	\$456,045.25	\$14,568.92	\$470,614.17
Third Quarterly Period July 1-September 30, 2006	\$558,019.75	\$25,651.67	\$583,671.42
Fourth Quarterly Period Oct 1-December 31, 2006	\$841,070.00	\$98,378.95	\$939,448.95
Fifth Quarterly Period January 1-March 31, 2007	\$1,098,668.00	\$57,670.14	\$1,156,338.14
Sixth Quarterly Period April 1-June 30, 2007	\$1,021,931.50	\$168,071.15	\$1,190,002.65
Seventh Quarterly Period July 1-September 30, 2007	\$1,318,928.25	\$506,330.27	\$1,825,258.52
Eighth Quarterly Period Oct 1-December 31, 2007	\$2,577,801.25	\$276,906.50	\$2,854,707.75
Ninth Quarterly Period January 1-March 31, 2008	\$2,834,348.75	\$436,062.97	\$3,270,411.72
Tenth Quarterly Period April 1-June 30, 2008	\$1,060,594.00	\$96,239.02	\$1,156,833.02
Eleventh Quarterly Period July 1-September 30, 2008	\$1,205,058.75	\$69,698.64	\$1,274,757.39
Twelfth Quarterly Period October 1-December 31, 2008	\$1,133,553.25	\$95,017.93	\$1,228,571.18
Thirteenth Quarterly Period January 1-March 31, 2009	\$1,497,820.75	\$56,151.13	\$1,553,971.88
Fourteenth Quarterly Period April 1-June 30, 2009	\$1,300,578.75	\$44,857.50	\$1,345,436.25
Fifteenth Quarterly Period July 1-September 30, 2009	\$1,674,330.00	\$57,526.76	\$1,731,856.76

<u>COMPENSATION SUMMARY</u> OCTOBER 1, 2009 THROUGH DECEMBER 31, 2009

Name of Professional Person	Position of Applicant, No. of Years in Position, Prior Relevant Experience, Yr. Obtained License to Practice, <u>Area of Expertise</u>	Hourly Billing <u>Rate</u>	Total Billed <u>Hours</u>	Total Fees
Roger Frankel	Partner, 25 years in position; 37 years relevant experience; 1971, Restructuring	\$945	308.90	\$287,658.00 ¹
Jonathan P. Guy	Partner, 8 years in position; 15 years relevant experience; 1994, Restructuring	\$755	90.70	\$67,346.00 ²
Richard H. Wyron	Partner, 19 years in position; 29 years relevant experience; 1979, Restructuring	\$815	321.30	\$257,825.25 ³

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The total amount reflects a reduction of \$2,551.50 (Oct 09) and \$1,701.00 (Dec 09) representing non-working travel billed at 50%.

The total amount reflects a reduction of \$1,132.50 (Oct 09) representing non-working travel billed at 50%.

The total amount reflects a reduction of \$2,567.25 (Oct 09) and \$1,467.00 (Dec 09) representing non-working travel billed at 50%.

Name of Professional <u>Person</u>	Position of Applicant, No. of Years in Position, Prior Relevant Experience, Yr. Obtained License to Practice, Area of Expertise	Hourly Billing <u>Rate</u>	Total Billed <u>Hours</u>	Total Fees
Peri N. Mahaley	Of Counsel, 16 years in position; 29 years relevant experience; 1979, Litigation	\$605	301.50	\$179,987.50 ⁴
Mary A. Wallace	Of Counsel, 6 years in position; 18 years relevant experience; 1989, Restructuring	\$650	40.60	\$26,390.00
James W. Burke	Associate, 1 year in position; 1 year relevant experience; 2008, Restructuring	\$360	128.60	\$46,296.00
Joshua M. Cutler	Associate, 6 years in position; 6 years relevant experience; 2003, Litigation	\$555	17.60	\$9,768.00
Debra L. Felder	Associate, 7 years in position; 7 years relevant experience; 2002, Restructuring	\$590	246.30	\$145,317.00
Kathleen Orr	Associate, 8 years in position; 7 years relevant experience; 2001, Restructuring	\$620	68.60	\$42,532.00
Stephen C. Cruzado	Senior Litigation Paralegal	\$230	15.00	\$3,450.00
Debra O. Fullem	Bankruptcy Research Specialist	\$255	90.00	\$22,950.00
Loc Q. Le	Paralegal	\$170	5.80	\$986.00
Kirt Dale Suomela	Scientific Advisor	\$290	1.00	\$290.00
Aaron R. Thorpe	Practice Support Project Coordinator	\$220	1.20	\$264.00
TOTAL			1,637.10	\$1,091,059.75
Blended Rate: \$666.45				

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The total amount reflects a reduction of \$1,815.00 (Oct 09) and \$605.00 (Nov 09) representing non-working travel billed at 50%.

COMPENSATION BY PROJECT CATEGORY OCTOBER 1, 2009 THROUGH DECEMBER 31, 2009

Project Category	<u>Total Hours</u>	Total Fees
Compensation of Professionals-Orrick	56.80	\$20,072.50
Compensation of Professionals-Others	36.00	\$9,649.00
Insurance	305.00	\$182,401.00
Litigation	1,198.90	\$861,497.50
Retention of Professionals-Orrick	4.40	\$1,536.00
Retention of Professionals-Other	2.20	\$561.00
Plan & Disclosure Statement	3.90	\$3,503.50
Travel Time (Non-Working)	29.90	\$11,839.25
TOTAL	1,637.10	\$1,091,059.75

EXPENSE SUMMARY OCTOBER 1, 2009 THROUGH DECEMBER 31, 2009

Expense Category	Total Expense
Court Call	\$1,707.00
Deposition/Transcript Expenses	\$329.09
Duplicating/Printing	\$4,515.85
Equipment Rental for Estimation Hearing	\$8,592.36
Meals	\$1,054.13 ⁵
Pacer	\$1,857.76
Parking	\$255.00
Postage/Express Delivery	\$4,437.21
Telephone	\$194.81
Travel – Airfare	\$12,826.38
Travel – Hotel	\$1,718.16
Travel – Mileage	\$127.05
Travel-Taxi	\$540.54
Travel – Tolls	\$17.00
Travel – Train	\$1,296.00
Westlaw/Lexis Research	\$6,072.75
TOTAL	\$45,541.09

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This amount reflects a reduction of \$137.87 (Oct 09), \$61.10 (Nov 09) and \$67.21 (Dec 09) to comply with the Fee Auditor's guidelines on allowed meal charges.

Orrick's Client Charges and Disbursements Policy effective January 1, 2009, are as follows:

- a. **Duplicating** -- It is Orrick's practice to charge all clients of the Firm for duplicating at the in-house rate of 20¢ per page; however, Orrick has reduced the duplicating cost to 10¢ per page in order to comply with the Local Rules of this Court. This charge includes the cost of maintaining the duplicating facilities and the actual cost involved with respect to the duplication.
- b. **Long Distance Telephone and Facsimile Charges** -- Orrick charges clients for long distance telephone calls but not for local telephone calls. Necessary mobile phone usage is reimbursed to professionals submitting an appropriate bill. Out-going facsimile transmissions are charged at \$1.50 per page, plus any long-distance calling cost, and there is no charge for incoming facsimiles.
- c. *Messenger and Courier Service* -- It is Orrick's practice to use Federal Express or similar express mail delivery and third-party messenger services only in exigent circumstances (i.e., when needed to meet a deadline or when a next-day response from the recipient was necessary or beneficial to the case) and only when less costly than other available alternatives.
- d. **Overtime** -- It is Orrick's practice to allow staff and certain paraprofessionals in its Washington D.C. office working more than 3 hours of overtime to charge a meal to the appropriate client at a meal charge of up to \$7.50. It is Orrick's practice to allow professionals and support staff to charge a car service or cab to the appropriate client when working at least 2 hours of overtime. Orrick endeavored not to incur overtime charges unless necessary to benefit the case and in certain exigent circumstances. Orrick generally utilizes secretarial assistance in connection with monitoring and updating case dockets and downloading, circulating and printing of pleadings filed in the case. Thus, certain charges may be incurred by secretaries for overtime. (Note: These charges are at rates less than that charged by Orrick paralegals or other professional staff who may have otherwise performed this type of work.)

e. **Computerized Research** -- It is Orrick's practice to use computer-assisted legal research when it is efficient to do so. The charge to clients for Lexis and Westlaw are based on retail rates that do not include non-client specific volume discounts offered to Orrick. Use of fee based internet research services other than Lexis and Westlaw is charged at Orrick's cost. There is no separate charge for other internet research.

ORRICK, HERRINGTON & SUTCLIFFE LLP

By:/S/ RICHARD H. WYRON

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Counsel to David T. Austern, Asbestos PI Future Claimants' Representative

Dated: March 1, 2010